

# MONTHLY FINANCIAL REPORT

March 31, 2024

Prepared by Valley View Consulting, L.L.C.



#### **Summary**

#### Month End Results by Investment Category:

	February 29, 2024					March 31, 2024						
Asset Type	Ave. Yield		Book Value		Market Value	Ave. Yield	_	Book Value		/larket Value		
Demand Deposit Account/Money Market Account	5.13%	\$	30,442,096	\$	30,442,096	5.05%	\$	22,905,913	\$	22,905,913		
Pools/Money Market Fund	5.43%		66,125,424		66,125,424	5.42%		53,813,158		53,813,158		
Securities	2.14%		15,002,167		14,895,557	2.36%		10,003,906		9,932,797		
Certificates of Deposit	5.45%		26,979,153		26,979,153	5.37%		47,129,126		47,129,126		
Total	5.01%	\$	138,548,841	\$	138,442,230	5.11%	\$	133,852,104	\$	133,780,995		

Average Yield - Current Month (1)		Fiscal Year-to-Date Average Yield (2)					
Total Portfolio	5.11%	Total Portfolio	5.11%				
Rolling Three Month Treasury	5.46%	Rolling Three Month Treasury	5.51%				
Rolling Six Month Treasury	5.37%	Rolling Six Month Treasury	5.44%				
TexPool	5.32%	TexPool	5.35%				

Interest Earni	Interest Earnings (Approximate)						
Monthly Interest Income	\$	582,306					
Fiscal Year-to-date	\$	3,356,164					

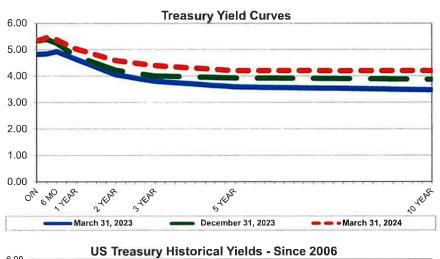
<sup>(1)</sup> Month End Average Yield - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

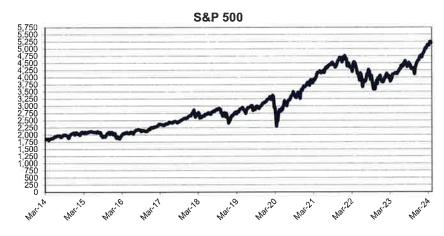
Investment Advisor Note: During market cycles where rates are rising, it is common to experience decreases in market value of current investments. This is due to the value the market places on the asset in terms of its buying or selling ability on the current market day. The City's Investment Policy establishes a "buy and hold" portfolio strategy where investment maturities are targeted to match with identified cash flow requirements, and the investments mature at the anticipated time the cash is needed. The City does not intend to liquidate or redeem securities prior to maturity and will therefore not recognize the losses from a pre-maturity sale. Instead, the City will report changes in market value as unrealized losses as required by the PFIA and current accounting standards. As the security approaches maturity, the unrealized loss will diminish, and at maturity the City will receive the full par value of the security.

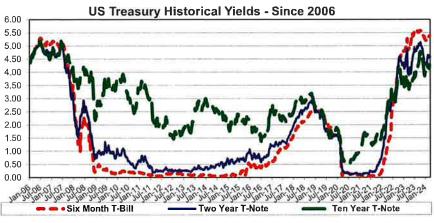
<sup>(2)</sup> Fiscal Year-to-Date Average Yield - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

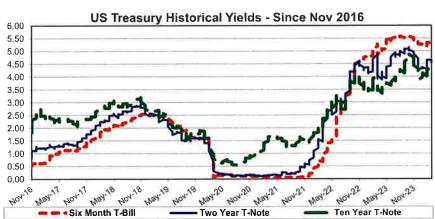
Economic Overview 3/31/2024

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). All expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." Fourth Quarter 2023 GDP recorded a stronger than expected 3.4%. The S&P 500 Stock Index reached another new high closing over 5,200. The yield curve remains inverted but longer yields rose slightly. Crude Oil traded over \$87 per barrel. Inflation stubbornly remained above the FOMC 2% target (Core PCE +/-2.8% and Core CPI +/-3.8%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.









## Investment Holdings March 31, 2024

		Coupon/	Maturity	Settlement		Book	Market	Market	Life	
Description	Ratings	Discount	Date	Date	Par Value	Value	Price	Value	(Days)	Yield
American National Bank MMA		0.11%	04/01/24	03/31/24	488,249	488,249	1.00	488,249	1	0.11%
American Nat'l Bank of TX MMA #2		5.10%	04/01/24	03/31/24	2,941,467	2,941,467	1.00	2,941,467	1	5.10%
InterBank MMA		5.78%	04/01/24	03/31/24	100,469	100,469	1.00	100,469	1	5.78%
InterBank ICS		5.65%	04/01/24	03/31/24	5,095,777	5,095,777	1.00	5,095,777	1	5.65%
Independent Financial Bank Cash		0.00%	04/01/24	03/31/24	1,480,136	1,480,136	1.00	1,480,136	1	0.00%
Independent Financial Bank MMA		5.62%	04/01/24	03/31/24	1,930,028	1,930,028	1.00	1,930,028	1	5.62%
NexBank IntraFi MMA Savings		5.55%	04/01/24	03/31/24	10,869,787	10,869,787	1.00	10,869,787	1	5.55%
TexPool	AAAm	5.32%	04/01/24	03/31/24	17,191,523	17,191,523	1.00	17,191,523	1	5.32%
LOGIC	AAAm	5.47%	04/01/24	03/31/24	36,621,635	36,621,635	1.00	36,621,635	1	5.47%
BOK Financial CDARS		4.88%	04/11/24	04/13/23	5,242,287	5,242,287	100.00	5,242,287	11	5.00%
East West Bank CD		5.61%	05/28/24	07/25/23	5,196,645	5,196,645	100.00	5,196,645	58	5.77%
East West Bank CD		5.33%	06/14/24	06/15/23	5,217,033	5,217,033	100.00	5,217,033	75	5.47%
Federal Farm Credit Bank	Aaa/AA+	3.25%	06/17/24	06/17/22	5,000,000	4,997,948	99.57	4,978,393	78	3.45%
Federal National Mortgage Ass'n	Aaa/AA+	1.75%	07/02/24	01/31/22	5,000,000	5,005,958	99.09	4,954,404	93	1.27%
East West Bank CD		5.41%	08/20/24	11/20/23	3,105,844	3,105,844	100.00	3,105,844	142	5.56%
East West Bank CD		5.58%	10/25/24	10/25/23	3,118,601	3,118,601	100.00	3,118,601	208	5.74%
East West Bank CD		5.17%	11/15/24	02/15/24	5,220,534	5,220,534	100.00	5,220,534	229	5.31%
East West Bank CD		5.14%	02/24/25	03/22/24	15,021,137	15,021,137	100.00	15,021,137	330	5.27%
East West Bank CD		5.14%	03/24/25	03/22/24	5,007,046	5,007,046	100.00	5,007,046	358	5.27%
Total Portfolio				2	\$ 133,848,198	\$ 133,852,104		\$ 133,780,995	80	5.11%
									(1)	(2)

<sup>(1)</sup> Weighted average life - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one day maturity.

<sup>(2)</sup> Weighted average yield to maturity - The weighted average yield to maturity is based on Book Value, realized and unrealized gains/losses and investment advisory fees are not included. The yield for the reporting month is used for overnight bank and pool balances.



### **Composition - Prior Month**

